

(Pub. L. 102-86, title IV, §403, Aug. 14, 1991, 105 Stat. 422; Pub. L. 103-79, §4, Aug. 13, 1993, 107 Stat. 772; Pub. L. 103-446, title XII, §1202(c), Nov. 2, 1994, 108 Stat. 4689.)

#### AMENDMENTS

1994—Subsec. (b)(4). Pub. L. 103-446 substituted “section 707 of title 38” for “section 235 of title 38”.

1993—Subsec. (c)(1). Pub. L. 103-79 substituted “99 years” for “35 years”.

### CHAPTER 23—BOARD FOR FUNDAMENTAL EDUCATION

Sec.	
501.	Corporation created.
502.	Completion of organization.
503.	Objects and purposes of corporation.
504.	Powers of corporation.
505.	Principal office; territorial scope of activities; agent for service of process.
506.	Membership; voting rights.
507.	Board of directors.
508.	Officers.
509.	Distribution of income or assets to members; loans.
510.	Nonpolitical nature of corporation.
511.	Liability for acts of officers and agents.
512.	Prohibition against issuance of stock, payment of dividends, or business activities.
513.	Books and records; inspection.
514.	Repealed.
515.	Use of assets on dissolution or liquidation.
516.	Exclusive right to name, seals, emblems, and badges.
517.	Agents for service of process.
518.	Reservation of right to amend or repeal chapter.

#### § 501. Corporation created

The following persons: Ernest R. Alexander, of Dallas, Texas; John R. Alford, of Henderson, Texas; William H. Book, of Indianapolis, Indiana; E. M. Dealey, of Dallas, Texas; A. Dale Fiers, of Indianapolis, Indiana; Fred F. Florence, of Dallas, Texas; E. B. Germany, of Dallas, Texas; Sam Gladney, of Dallas, Texas; Theodore B. Griffith, of Indianapolis, Indiana; O. H. Grissom, of Longview, Texas; Harry T. Ice, of Indianapolis, Indiana; J. C. Judge, of Mineola, Texas; George Kuhn, of Indianapolis, Indiana; Charles J. Lynn, of Indianapolis, Indiana; Eugene S. Pulliam, of Indianapolis, Indiana; C. B. Roberts, of Dallas, Texas; William L. Schloss, of Indianapolis, Indiana; Ben H. Wooten, of Dallas, Texas; and Joseph Zeppa, of Tyler, Texas; and their associates and successors are created a body corporate by the name of Board for Fundamental Education (hereinafter referred to as the “corporation”) and by such name shall be known and have perpetual succession and the powers and limitations contained in this chapter.

(July 19, 1954, ch. 536, §1, 68 Stat. 489.)

#### SECTION REFERRED TO IN OTHER SECTIONS

This section is referred to in section 502 of this title.

#### § 502. Completion of organization

A majority of the persons named in section 501 of this title, or their successors, are hereby authorized to meet to complete the organization of the corporation by the adoption of a constitution and bylaws, the election of officers, and by

doing all things necessary to carry into effect the provisions of this chapter.

(July 19, 1954, ch. 536, §2, 68 Stat. 490.)

#### § 503. Objects and purposes of corporation

The objects and purposes of the corporation shall be to foster the development of fundamental education through programs and projects such as—

(1) giving citizens (children, youth, and adults) opportunity to acquire the understandings and skills necessary to relate the resources of the community to the needs and interests of the community.

(2) demonstrating programs of fundamental education and measuring results.

(3) training men and women as leaders in fundamental education by providing internships and other experiences.

(July 19, 1954, ch. 536, §3, 68 Stat. 490.)

#### SECTION REFERRED TO IN OTHER SECTIONS

This section is referred to in sections 504, 515 of this title.

#### § 504. Powers of corporation

The corporation shall have power—

(1) to sue and be sued, complain and defend in any court of competent jurisdiction;

(2) to adopt, use, and alter a corporate seal;

(3) to choose such officers, managers, agents, and employees as the business of the corporation may require;

(4) to adopt and alter a constitution and bylaws, not inconsistent with the laws of the United States or any State in which such corporation is to operate, for the management of its property and the regulation of its affairs;

(5) to contract and be contracted with;

(6) to take and hold by lease, gift, purchase, grant, devise, or bequest any property, real or personal, necessary for attaining the objects of accomplishing the purposes of the corporation, subject to applicable provisions of law of any State (A) governing the amount or kind of real and personal property which may be held by, or (B) otherwise limiting or controlling the ownership of real and personal property by, a corporation operating in such State;

(7) to transfer and convey real or personal property;

(8) to borrow money for the purposes of the corporation, issue bonds therefor, and secure the same by mortgage, subject to all applicable provisions of Federal or State law;

(9) to use the corporate funds to give prizes, awards, loans, scholarships and grants to deserving students for the purposes set forth in section 503 of this title;

(10) to publish a magazine and other publications; and

(11) to do any and all acts and things necessary and proper to carry out the objects and purposes of the corporation.

(July 19, 1954, ch. 536, §4, 68 Stat. 490.)

#### § 505. Principal office; territorial scope of activities; agent for service of process

The activities of the corporation may be conducted throughout the various States, Terri-